

## ZSE rises on bullish sentiment...

	Previous	Current	Change	%Change	YTD %
<b>Industrial</b>	140.92	141.50	0.5800	0.41	2.10
<b>Mining</b>	60.12	66.25	6.1300	10.20	13.23

The ZSE remained sturdy in the holiday shortened week in which the market had only three sessions due to the holidays. The rising momentum however maintained into the week with the benchmark Industrial Index climbing 0.41% and ending the week at 141.50pts as it narrows the year to date loss to a mere 2.10pts. The Mining Index charged 10.20% week on week and ended at 66.25pts buoyed by the surging RioZim which put on 18.79% and ended the week at a price of \$0.4989. The week under review saw Econet release the results of its recent rights issue which reflected that the offer got a 74.6% subscription rate, one of the best outcomes of a capital raise since the market dollarized. Consequently, the underwriter is set to take up 25.4% of the shares that were on offer raising the prospects that Econet wireless global may surpass the mandatory minority offer levels. Meanwhile, in other news, coal miners Hwange have reportedly signed an off take agreement for 400,000 tonnes of coal per month with two local power companies in a move expected to anchor the company's turnaround strategy.

### Weekly Risers

RISERS	PRICE	% Change
RIOZ.ZW	0.4989	18.79
ZBFH.ZW	0.1270	15.45
NPKZ.ZW	0.0320	6.67
TSL.ZW	0.2200	6.28
PHL.ZW	0.1905	2.14
BARC.ZW	0.0365	1.39
NTFD.ZW	3.6000	1.27
CFI.ZW	0.1275	0.79
OML.ZW	3.6245	0.54
FBC.ZW	0.0862	0.47

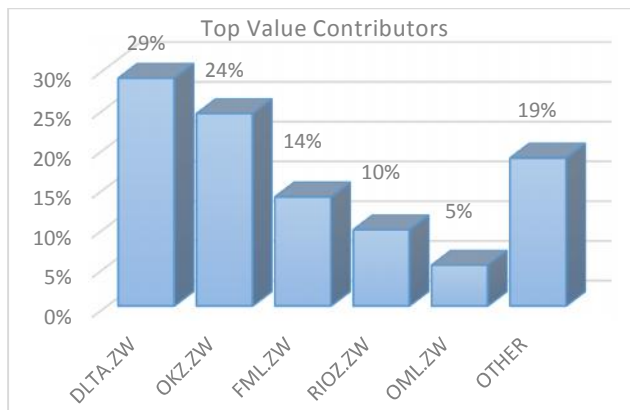
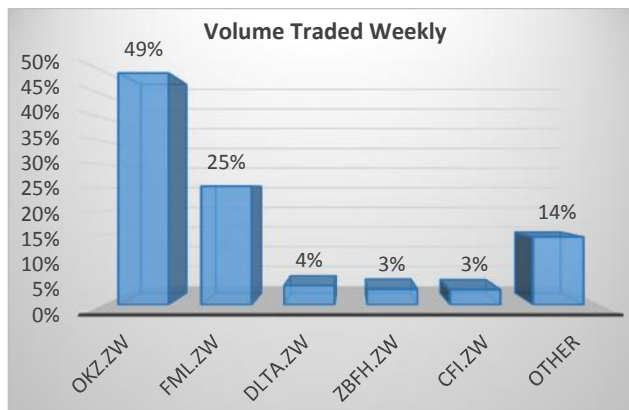
The market continued to exhibit a bullish outlook for the week as twelve counters closed in the black against a mere three faller to set a positive market breadth. Leading the market charge was mining house RioZim with the aforementioned gains while, financial services group ZBFH sustained its rising momentum with a 15.45% climb that took the group to \$0.1270. Nampak and TSL were up 6.67% and 6.28% propped up by resurgent demand in the duo. Padenga put on 2.14% and touched \$0.1905, even closing bid higher as demand remains resilient in the crocodile skin processors. Bankers Barclays, that is the subject of possible major shareholder change, rallied 1.39% and ended the week at \$0.0365 as demand continues to firm. Food processing and packaging giant National Foods was up 1.27% on rising demand ending \$3.6000 while, agriculture based concern CFI added 0.79% to \$0.1275. Completing the top risers set were Old Mutual and FBC that firmed 0.54% and 0.47% to end at \$3.6245 and \$0.0862.

### Weekly Fallers

FALLERS	PRICE	% Change
FML.ZW	0.0676	4.79
EDGR.ZW	0.0400	2.44
COLC.ZW	0.3700	0.67

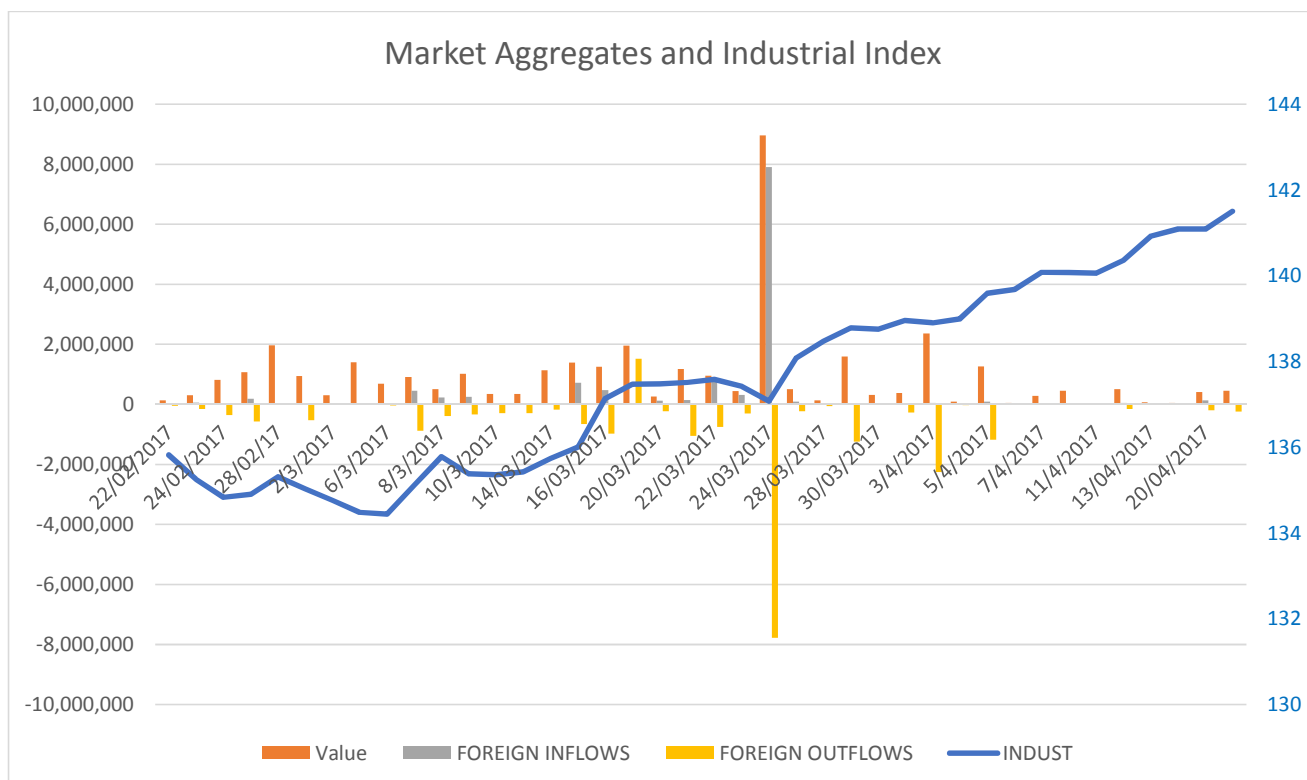
A mere three fallers for the week underlined the dominance of the rising momentum. Insurance group FML headlined the decliners after shedding 4.79% for the week and ending pegged at \$0.0676 and in the processing exchanging a notable volume. Apparel retailers Edgars were down 2.44% at \$0.0400 on weak demand amidst selling pressure. Completing the weekly fallers was meat processing and packaging group Colcom that succumbed 0.67% to have its shares exchanging hands at \$0.3700.

Mixed outcome for activity aggregates...



	Previous	Current	Change	%Change
Values	1,051,942.76	912,565.87	139,376.89	13.25
Volumes	29,009,254.00	7,321,308.00	21,687,946	74.76

The shorter trading week also witnessed lower activity aggregates as trading sessions were one shorter for the week. Volumes declined 74.76% and ended at 7,321,308 shares with the leading drivers of the aggregates emerging to be OKZIM and FML which made respective contributions to the aggregate of 49% and 25%. The value of trades shed 13.25% as the cumulative total for the week ended at \$912,565.87 while, the most liquid stocks turned out to be Delta and OKZIM. Local investors continue to dominate the demand side as they shy away from cash and near cash assets while, foreign disposals are the mainstay of supply on the market setting a sustained capital flight pattern.



## In the News

### ZIMRA SURPASSES TARGET

THE Zimbabwe Revenue Authority (Zimra) says the bulk of its revenue tax heads exceeded targets in the first quarter, resulting in total gross collections of \$862,47 million against a target of \$812,9 million. <https://www.newsday.co.zw/2017/04/21/zimra-surpasses-target-q1/>

### TOBACCO SALES UP 42%

TOBACCO auction and contract seasonal sales rose by 42%, raking in \$125,83 million as of Wednesday last week compared to the same period last year as deliveries increased ahead of the Easter and Independence holiday. <https://www.newsday.co.zw/2017/04/19/tobacco-sales-42/>

### ZSE MARKET CAP UP 3% IN MARCH

THE Zimbabwe Stock Exchange's (ZSE) market capitalisation rose by 2,93% to close the month of March at \$3,93 billion from \$3,82 billion in the previous month due to gains in heavyweight counters. <https://www.newsday.co.zw/2017/04/18/zse-market-cap-3-march/>

### ASA RESOURCES SACKS CEO AND FD

ASA Resources says US\$4,3 million is missing from its Freda Rebecca Mine, with an audit showing that chief executive Yat Hoi Ning and finance director Yim Kwan had irregularly transferred money to two Hong Kong registered companies. <http://www.financialgazette.co.zw/asa-resources-sacks-ceo-fd-over-missing-us43-million/>

### DELTA Q4 REVENUE DOWN 15%

BEVERAGE giant Delta Corporation has reported a 15 percent drop in revenue for the fourth quarter to March 31 2017 compared to the previous quarter as demand continues to fall. <http://www.financialgazette.co.zw/delta-q4-revenue-down-15-percent/>

### HEADS SET TO ROLL AT ZBFH AGM

ZB Financial Holdings (ZBFH) has given in to pressure from its largest shareholder the National Social Security Authority (Nssa) to convene an annual general meeting (AGM), where heads are expected to roll over governance issues in the financial services group. <https://www.theindependent.co.zw/2017/04/21/heads-set-roll-zbfh-agm/>

### HWANGE SIGNS 25YR COAL SUPPLY DEALS

Hwange Colliery Company Ltd has signed off-take agreements with two thermal power stations, which will see it supplying the firms with 400 000 tonnes of coal per month. The 25-year coal supply deals will see Hwange supplying more than 200 000 tonnes of coal per month each to the Zimbabwe Power Company and Lisulu Power, an independent power producer in the Matabeleland North Province, MD Thomas Makore said. <http://www.herald.co.zw/hwange-signs-25-year-coal-supply-deals/>



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## EFE RESEARCH – Weekly Market Review Weekending 21.04.2017

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